

P.S.C. No. 16 - Gas
Company: Rochester Gas and Electric Corporation

Statement Type: GSC
Statement No. 38

GAS SUPPLY CHARGE and MERCHANT FUNCTION CHARGE

Effective June 1, 2006

Applicable to Service Classification No. 1 of
PSC No. 16 – Gas
(Issued under Authority of 16 NYCRR 720-6.5)

Weighted Average Cost of Gas

The average cost of gas per therm (as defined in Rule 4.H.2) determined on May 25, 2006, by applying rates and charges of the Company's natural gas suppliers in effect June 1, 2006, to quantities of gas supplied to the company during the 12 months ended April 30, 2006 is

\$0.830447

Factor of Adjustment

Weighted Average Cost of Gas including losses 1.0114
0.830447 X 1.0114 factor of adjustment

\$0.839914

Inter-Departmental Sales Credit

The inter-departmental sales credit per therm is

-\$0.000049

Annual Gas Cost Reconciliation

Pursuant to Rule 4.H.5 of PSC No. 16 – Gas, the surcharge per therm applicable during the period January 1, 2006 thru December 31, 2006 is

\$0.005931

Gas Cost Reconciliation- Interim

Pursuant to Rule 4.H.6 of PSC No. 16 – Gas, the credit per therm applicable during the period ending August 31, 2004 is

\$0.000000

Gas Cost Refund

By reason of gas pipeline refund of overcharges, the Gas Cost Refund per therm is

\$0.000000

Capacity Cost Incentive

Pursuant to the Commission Order issued February 28, 2001 in case 98-G-1589

\$0.000000

Refund of Revenues Collected for PSC Transition Costs from SC#3 and SC #5, SC#7

The refund per therm applicable during the period is

-\$0.006748

Research and Development Surcharge

Pursuant to the Commission Order issued April 21, 2000 in Case 99-G-1369

\$0.000600

Gas Supply Charge

For the month of June 2006, and for each month thereafter, until changed, the Gas Supply Charge per therm, under Service Classification No. 1 is

\$0.839648

Merchant Function Charge

\$0.042320

Total Cost of Gas

\$0.881968

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